have taken over Sterling Computers including the licence for the Cellular Mobile Services, with a view to circumventing the prohibition on transfer of such licence?

THE MINISTER OF STATE OF THE MINISTRY OF COMMUNICATIONS (SHRI SUKH RAM): (a) No Sir, the licence for cellular mobile service in Delhi was issued to M/s Sterling Cellular Ltd. and it is not . transferable.

(b) Does not arise in view of (a).

(c) *There* is no *reqvest* from the licence i.e. M/s. Sterling Cellular Ltd. 'for any transfer of licence or selling the equity to M/s Essar. However, some press reports regarding M/s. Essar acquiring a stake in Sterling Computer who is one of the promoters in Sterling Cellular have come to the notice of the •Government.

Adequate orders for ITI

1242. SHRI B. K. HARI PRASAD: Will the Minister of COMMUNICATIONS be pleased to state:

(a) whether it is a fact that the •Indian Telephone industries Limited, after consistently excellent performance since its inception, • has stared faltering by posting a first time loss- in the first half of the current financial year ;

(b) whether this is due to under utilisation of ITI's capacity in the face of stiff competition from MNCs now operating in Indian telecom sector;

(c) whether the Department of Telecommunications would ensure placement of-adequate orders on ITI for switching equipment to keep its capacity fully utilised; and

(d) whether Government would allow the required time frame to ITI to put its new plans into operation, including State-of-the-art' equipment for satellite communication and thereby, provided a level playing field?

THE MINISTER OF STATE OF THE MINISTRY Of COMMUNICATIONS (SHRI SUKH RAM): (a) No, Sir. Se far as loss in the first half of the year is concerned ITI Ltd. had posted a loss of about Rs. 17 crores during the first half of 1993-94 also.

(b) Losses during the first half of the year are due to several factors includin the main.aspect of general fall in price of the Telecom Equipments.

{c) and (d) With a view to utilis the capacities of its own PSEs i.e. IT and HTL optimally as also to kee these PSEs commercially viable, DO is following a policy under which 3 to 35 per cent of the DOT orders, a kept reserved for these PSEs, taken gether, for the items which they man facture. This policy is without at compromise in respect of price, quali and supply schedule. Timely form lation and implementation of IT plans is the basic responsibility of IT management. Providing a 'level playi field' to PSEs is a continuing proce and Government keep on taking nee sary steps as and when a need arises.

Pilot project for basic telephone serv in Tamil Nadu

1243. SHRI SATISH AGARW; Will the Minister of COMMUNK TIONS be pleased to state:

(a) whether a pilot project has be approved for M/s. US West India providing basic telephone services selected areas of Tamil Nadu.

(b) if so, the basis and rationale such approval when DOT is simulta ously inviting proposals on open ten basis for similar services all-over In including Tamil Nadu.

(c) whether the DOT proposes grant further pilot projects to c foreign companies as well an if the terms and conditions thereof;